



**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

ANNUAL FINANCIAL REPORT

2020-2021

YEAR ENDED JULY 31, 2021





**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

ANNUAL FINANCIAL REPORT

YEAR ENDED JULY 31, 2021

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MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA

**ORGANIZATION
2021**

Term Expires

BOARD OF DIRECTORS

Blaine Novak, President.....	2021
Thomas Jerome, Vice President.....	2022
Troy Stein, Treasurer	2023
Dr. Julie Anderson*	2024
Dustin Bosshart.....	2022
Mike Domin	2021
Kirby Ekstrom.....	2021
Dawn Engebretson	2024
Walt Hautala*	2022
Matt Heier*	2023
Amanda Kaus.....	2023
Ceil McDonald	2024
John Ostrowski.....	2023
Russ Reetz	2021
Gary Revenig.....	2024
James Smokrovich	2024
Bill Tauer.....	2024
John Vraa	2024
Todd Waterbury	2021
Frank White*	2021

EXECUTIVE STAFF

Erich Martens, Executive Director.....	Indefinite
Lisa Lissimore, Associate Director.....	Indefinite
Bob Madison, Associate Director.....	Indefinite
Jody Redman, Associate Director	Indefinite

**Appointed by the Governor*

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

Board of Directors
Minnesota State High School League
Brooklyn Center, Minnesota

Report on the Financial Statements

We have audited the accompanying financial statements of the Minnesota State High School League (MSHSL) as of and for the year ended July 31, 2021, and the related notes to the financial statements, which collectively comprise the MSHSL's basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of Regions 3A, 6A, 7A, 8A, 7AA, and 8AA, which represent approximately 10.5 percent, 9.0 percent, and 9.3 percent, respectively, of the assets, net position, and revenues of the MSHSL. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for those listed regions of the MSHSL, is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the MSHSL's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the MSHSL's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, based on our audit and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the financial position of the MSHSL as of July 31, 2021, and the changes in its financial position and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

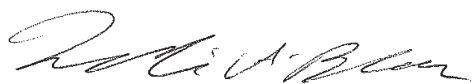
Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and Required Supplementary Information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplemental Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the MSHSL's basic financial statements. The Supplemental Information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The Supplemental Information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Supplemental Information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.



JULIE BLAHA
STATE AUDITOR



DIANNE SYVERSON, CPA
DEPUTY STATE AUDITOR

April 21, 2022

MANAGEMENT’S DISCUSSION AND ANALYSIS

JULY 31, 2021

(Unaudited)

Introduction

The discussion and analysis of the Minnesota State High School League’s (MSHSL) financial statements provides an overview of the financial position and activities of the League for the year ended July 31, 2021. The discussion has been prepared by management and should be read in conjunction with the financial statements and the accompanying notes.

Financial Statements

The MSHSL’s Management’s Discussion and Analysis (MD&A) report serves as an introduction to the basic financial statements. The basic financial statements consist of two parts: the financial statements and notes to the financial statements. The MD&A (this section) is required to accompany the basic financial statements and, therefore, is included as required supplementary information.

The MSHSL presents three financial statements: the Statement of Net Position; the Statement of Revenues, Expenses, and Changes in Net Position; and the Statement of Cash Flows. These financial statements provide information about activities of the MSHSL as a whole and present a longer-term view of the League’s finances.

Statement of Net Position

The Statement of Net Position presents the financial position of the League at the end of the fiscal year, under a classified balance sheet format that reflects current and noncurrent assets and liabilities, deferred outflows of resources and deferred inflows of resources, and reports net position under the following classifications:

- **Investment in capital assets.** This category includes property and equipment, net of accumulated depreciation.
- **Unrestricted.** Includes assets that are not subject to limitations or stipulations imposed by external entities and that have not been set aside for capital purposes. These assets are available for any purpose of the League and include resources that may be reserved for specific purposes as determined by management, financial, or Board of Directors policies.

The League’s assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position at July 31, 2021 and 2020, are summarized below.

	2021	2020	Percentage Change
Current assets	\$ 7,724,958	\$ 4,822,008	60.2%
Noncurrent assets	593,169	735,108	(19.3%)
Capital assets	670,359	718,371	(6.7%)
Total assets	\$ 8,988,486	\$ 6,275,487	43.2%
Deferred outflows of resources	\$ 49,984	\$ 11,318	341.6%
Current liabilities	\$ 2,510,507	\$ 1,114,009	125.4%
Noncurrent liabilities	1,334,653	1,415,813	(5.7%)
Total liabilities	\$ 3,845,160	\$ 2,529,822	52.0%
Deferred inflows of resources	\$ 50,478	\$ 67,305	(25.0%)
Investment in capital assets	\$ 670,359	\$ 718,371	(6.7%)
Unrestricted	4,472,473	2,971,307	50.5%
Total net position	\$ 5,142,832	\$ 3,689,678	39.4%

Current assets on July 31, 2021, totaled \$7,724,958, an increase of 60.2% or \$2,902,950. Current assets consist primarily of cash and cash equivalents, investments in negotiable and nonnegotiable certificates of deposit and accounts receivable. The cash balance increased in 2021 due to the receipt of a PPP Loan in January 2021 for \$896,817, a contribution from the MSHSL Foundation of \$500,000 and the Regions holding cash for anticipated expenses in the new year.

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Capital assets, net of accumulated depreciation, totaled \$670,359. There were no capital assets purchased in 2021. A \$48,012 decrease in capital assets is due to the depreciation expense recorded in 2021. The noncurrent assets consist of deferred compensation under section 457(b) of the Internal Revenue Code for the executive staff and investments held for retirement benefits payable to employees who have met certain eligibility criteria for payment of sick leave balances.

Current liabilities totaled \$2,510,507 on July 31, 2021, a 125.4% increase or \$1,396,498. Current liabilities primarily consist of school expense reimbursements, PPP Loan debt to the Small Business Administration and other accrued liabilities. The PPP Loan is \$896,817. Based on PPP Loan terms and the 2020 CARES Act it is anticipated the League will receive full forgiveness of this debt. Noncurrent liabilities totaled \$1,334,653 at July 31, 2021, a decrease of 5.7% or \$81,160. Noncurrent liabilities consist of retirement benefits payable, other post-employment benefits and deferred compensation. The other post-employment benefit liabilities increased \$71,033 in 2021.

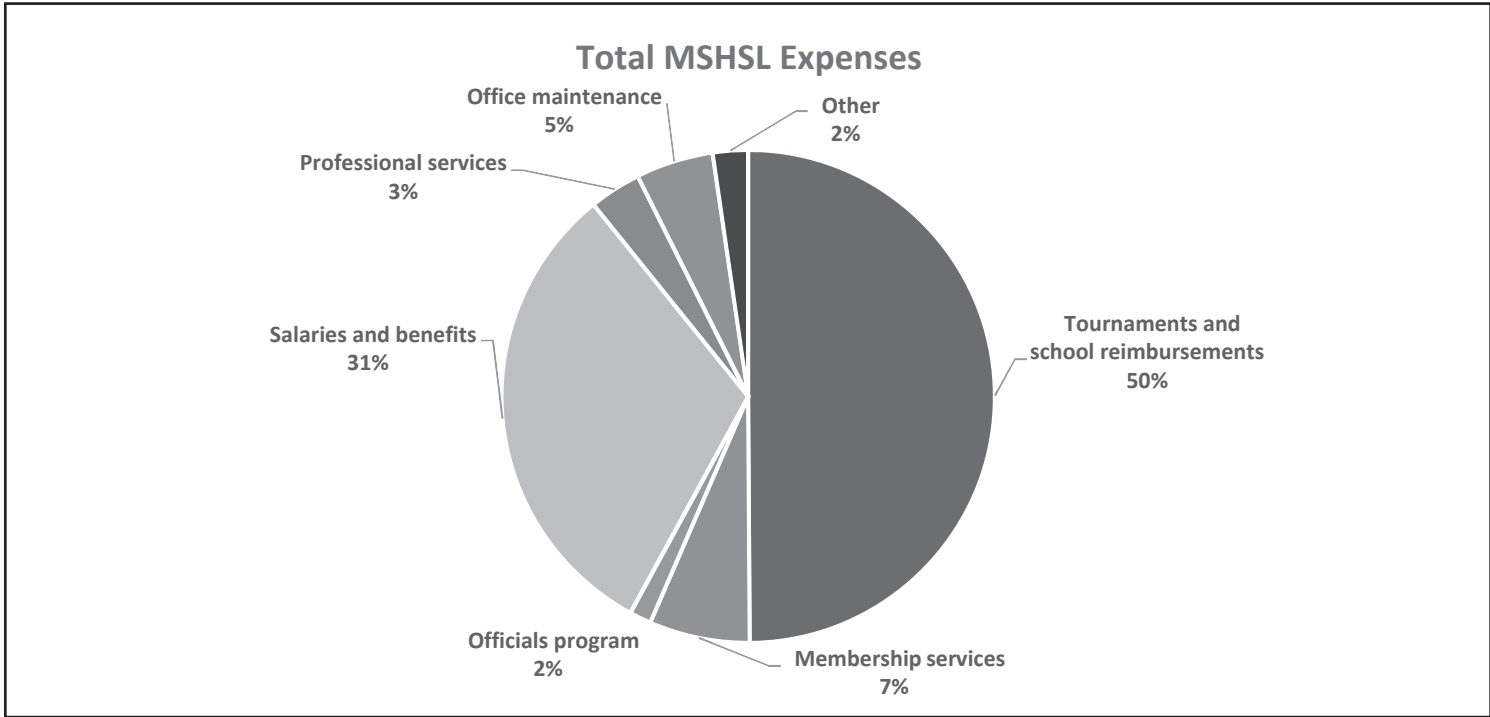
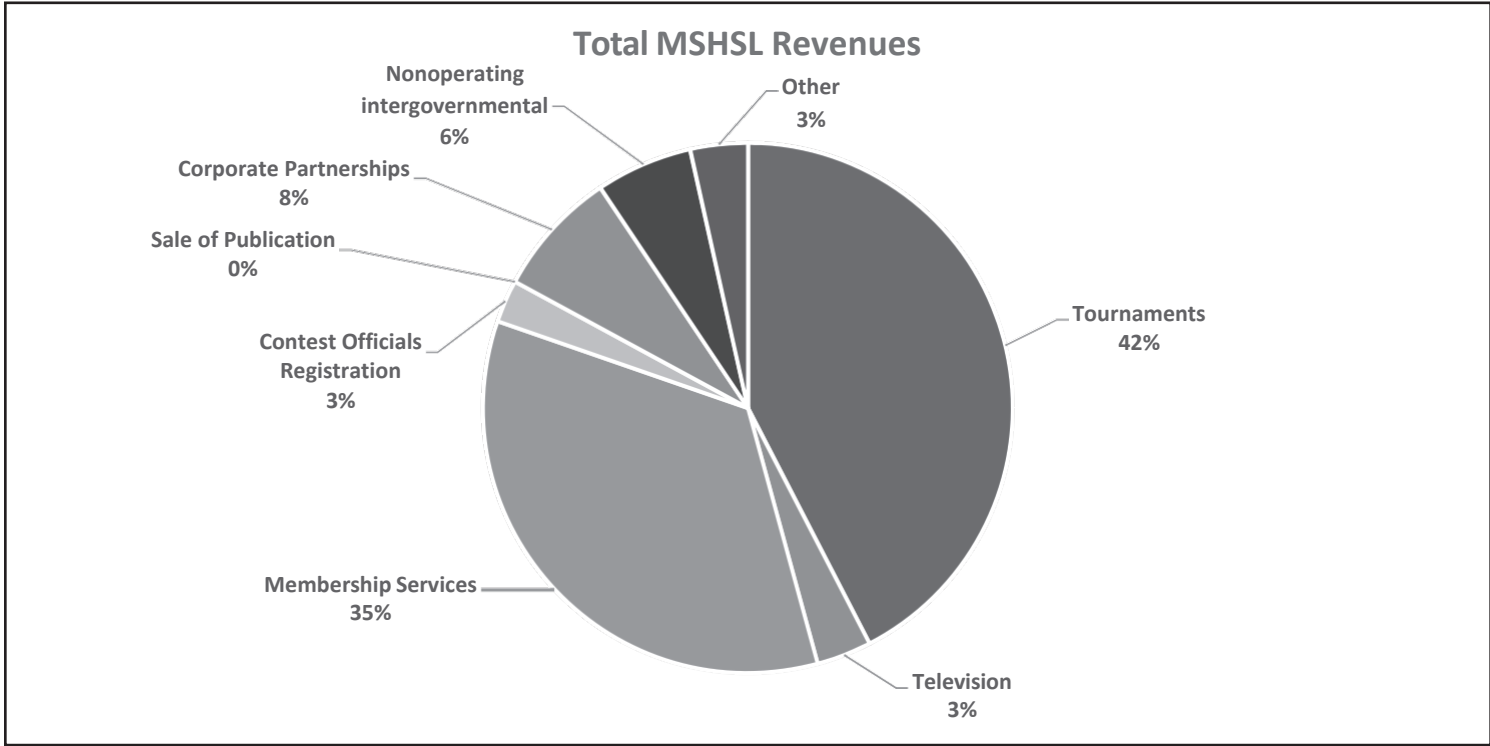
Statement of Revenues, Expenses, and Changes in Net Position

The Statement of Revenues, Expenses, and Changes in Net Position presents the League's operating and nonoperating financial activity during the year. This statement displays the net income or loss from operations. Operating revenues are those generated by the League's principal ongoing operations such as tournaments, membership fees, official's registrations, and sale of publications. Corporate partnerships are considered nonoperating revenue because the League does not give equal value in exchange for the resources received.

The League's revenues, expenses, and changes in net position for the years ended July 31, 2021 and 2020, are summarized below.

	<u>2021</u>	<u>2020</u>	<u>Percentage Change</u>
Operating revenues			
Tournaments	\$ 5,699,638	\$ 11,237,288	(49.3%)
Television	449,441	682,089	(34.1%)
Membership services	4,644,576	1,204,120	285.7%
Contest officials registration	348,164	230,540	51.0%
Sale of publications	90,065	145,894	(38.3%)
Other	375,470	153,423	144.7%
Total operating revenues	<u>\$ 11,607,354</u>	<u>\$ 13,653,354</u>	(15.0%)
Operating expenses			
Tournaments and school reimbursements	\$ 5,981,284	\$ 6,900,367	(13.3%)
Membership services	791,744	916,793	(13.6%)
Officials program	170,559	217,437	(21.6%)
Salaries and benefits	3,748,932	4,475,372	(16.2%)
Professional services	406,590	445,436	(8.7%)
Office maintenance	610,785	574,788	6.3%
Other	276,240	463,146	(40.4%)
Total operating expenses	<u>\$ 11,986,134</u>	<u>\$ 13,993,339</u>	(14.3%)
Operating income (loss)	<u>\$ (378,780)</u>	<u>\$ (339,985)</u>	(11.4%)
Non-operating revenues (expenses)			
Corporate partnership	\$ 1,034,344	\$ 717,732	44.1%
Nonoperating intergovernmental revenue	793,300	-	-
Interest	4,290	(77,494)	105.5%
Total non-operating revenues (expenses)	<u>\$ 1,831,934</u>	<u>\$ 640,238</u>	186.1%
Change in net position	<u>\$ 1,453,154</u>	<u>\$ 300,253</u>	384.0%
Net position, August 1	<u>\$ 3,689,678</u>	<u>\$ 3,389,425</u>	8.9%
Net position, July 31	<u>\$ 5,142,832</u>	<u>\$ 3,689,678</u>	39.4%

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For the year ended July 31, 2021, tournament revenue totaled \$5,699,638, a decrease of \$5,537,650 or 49.3%. The major portion of tournament revenue is the sale of tickets for admission to MSHSL events. Due to the COVID-19 pandemic and recommendations of governmental agencies, the League cancelled 9 MSHSL fall tournaments. Spectator attendance at 14 winter tournaments was limited due to governmental regulations. The shutdown and limited spectator attendance resulted in significantly less people attending the tournaments in 2021 compared to 2020. Other tournament revenue consists of program sales, t-shirt and souvenir sales, and program advertising. Each of these revenue sources were negatively impacted because of the reduced attendance and reduced sponsorship activations.

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Television revenues were also reduced by 34.1% in 2021 due to the reduction in televised events. The League's Board of Directors originally signed a 10-year, \$9.7 million contract with a local television station in 2005. In 2009, the League signed an agreement with the television station extending the contract to 2021. The current contract remains in effect through September 30, 2026, subject to an option to extend the contract through the 2030-31 season.

Membership services revenue consists of a membership fee, an activity registration fee for each activity the school sponsors at the high school level and a per student fee. For the year ended July 31, 2021, membership service revenue increased by \$3,440,456. This increase in membership fee revenue was recommended by the Finance Advisory Committee and approved by the MSHSL Board of Directors to offset anticipated reductions in tournament revenue.

Contest officials register annually with the League and attend online rules meetings and must pass a test to officiate League sponsored games. These registrations increased 51.0% in fiscal year 2021. The increase in registrations is a direct result of the COVID-19 pandemic that reduced the 2020 registrations by over 25%. The League actively recruited officials to return in 2021. The League continues to train registered officials in League sponsored activities.

Publications are sold to member schools, officials, and the general public. Publications include the Official Handbook and sports rules books. The sale of these publications decreased by 38.3% in fiscal year 2021. This decrease in revenue was anticipated due to the League implementing every other year rulebook requirement for schools and officials.

Operating expenses consist of tournament expenses, school reimbursements as well as general and administrative expenses. Tournament expenses and school reimbursements decreased by 13.3% in fiscal year 2021. The decrease in tournament expenses and school reimbursements was due in large part to the elimination of the 9 tournament events in the fall of 2020 and moving tournaments to local high school venues from the traditional professional venues. Membership services expense decreased 13.6%. The League continues to support member schools and educational based athletics through this programing. The officials program expenses decreased 21.6% in 2021. For fiscal year ended July 31, 2021, total operating expenses decreased by 14.3%.

Statement of Cash Flows

The Statement of Cash Flows presents information about changes in the League's cash position using the direct method of reporting sources and uses of cash. The direct method reports all major cash inflows and outflows at gross amounts, differentiating these activities into cash flows arising from operating activities, noncapital and related financing, capital and related financing, and investing activities.

The League's cash flows for the years ended July 31, 2021 and 2020, are summarized below.

	<u>2021</u>	<u>2020</u>	<u>Percentage Change</u>
Cash provided by (used in)			
Operating activities	\$ 1,122,875	\$ (863,540)	(230.3%)
Non-capital and related financing activities	1,832,103	1,512,178	21.2%
Investing activities	752,135	(35,825)	2199.5%
Net increase (decrease) in cash	<u>\$ 3,707,113</u>	<u>\$ 612,813</u>	504.9%
Cash and cash equivalents-August 1	<u>2,491,667</u>	<u>1,878,854</u>	32.6%
Cash and cash equivalents-July 31	<u>\$ 6,198,780</u>	<u>\$ 2,491,667</u>	148.8%

Capital Assets

Investment in capital assets includes land, building and building improvements, furniture and equipment, and computer equipment. Total depreciation expense for the year was \$48,012. There were no capital additions in 2021.

MINNESOTA STATE HIGH SCHOOL LEAGUE BROOKLYN CENTER, MINNESOTA

Economic Factors That Will Affect the Future

On March 11, 2020, the World Health Organization declared the outbreak of a coronavirus (COVID-19) a pandemic. Economic activity decreased in fiscal year 2021, including the cancellation of 9 MSHSL Fall Tournaments and very limited spectator attendance allowed for 14 Winter Tournaments. As a result, a decrease of approximately 48 percent of tournament and television revenue was received in fiscal year 2021 compared to the year prior to COVID-19. The circumstances surrounding COVID-19 create uncertainty in expectations for future revenue related to tournament ticket sales, sponsorships, and television fees for the 2021-22 fiscal year.

The MSHSL received a loan from BankVista in the amount of \$793,300 under the Paycheck Protection Program established by the Coronavirus Aid, Relief, and Economic Security (CARES) Act. The loan is subject to a note dated April 15, 2020 and may be forgiven to the extent proceeds of the loan are used for eligible expenditures such as payroll, benefits, rent and utilities. The amount of loan forgiveness will be determined by the lender and Small Business Administration (SBA). The MSHSL applied for forgiveness with the lender on December 23, 2020 and received forgiveness of \$793,300 from the Small Business Administration (SBA) on May 24, 2021. The amount of loan forgiveness is presented as a component of nonoperating revenues on the statement of revenues, expenses, and changes in net position for the year ended July 31, 2021.

The PPP Loan 2 program was established in December 2020. The MSHSL applied for this loan through BankVista in January 2021. The MSHSL and Regions received loans from BankVista in the amount of \$896,817 under the Paycheck Protection Program established by the Coronavirus Aid, Relief, and Economic Security (CARES) Act. The loans are subject to notes dated in January 2021 and may be forgiven to the extent proceeds of the loan are used for eligible expenditures such as payroll, benefits, rent and utilities. The amount of loan forgiveness will be determined by the lender and Small Business Administration (SBA). Any unforgiven portion of the PPP loan is payable over two years at an interest rate of 1%, with a deferral of payments for the first six months. The MSHSL and Regions believes they have used loan proceeds for purposes consistent with the PPP Loan program and that its use of the proceeds will meet the conditions for full forgiveness of the loan.

Looking toward the future, management believes that the League is well positioned to continue its strong level of excellence in service to the students, administrators, schools, and citizens of the state of Minnesota. The League's revenues are largely dependent on hosting section and state tournaments as 88% of total revenue is directly tied to tournaments. The MSHSL school membership fees have helped make up for a lack of tournament revenue in the new year.

Contacting the League's Financial Management

This financial report is designed to provide our member schools, administrators, board members, and the citizens of Minnesota a general overview of the League's finances and to demonstrate the League's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Richard Matter, Assistant Director, or Erich Martens, Executive Director, at (763) 560-2262.

BASIC FINANCIAL STATEMENTS

STATEMENT OF NET POSITION
JULY 31, 2021Assets

	2021
Current Assets	
Cash and cash equivalents (Note 2)	\$ 6,198,780
Investments (Note 2)	1,103,880
Accounts receivable	401,999
Accrued interest receivable	16
Prepaid items	20,283
Total current assets	<u>\$ 7,724,958</u>
Noncurrent Assets	
Restricted assets	
Deferred compensation (Note 10)	<u>\$ 301,084</u>
Capital assets	
Non-depreciable	\$ 318,564
Depreciable-net of accumulated depreciation	<u>351,795</u>
Net capital assets (Note 3)	<u>\$ 670,359</u>
Other assets	
Investments held for retirement benefits (Note 7)	<u>\$ 292,085</u>
Total noncurrent assets	<u>\$ 1,263,528</u>
Total Assets	<u>\$ 8,988,486</u>
Deferred Outflows of Resources	
Deferred outflows of resources (Note 13)	<u>\$ 49,984</u>
Liabilities and Net Position	
Current Liabilities	
Salaries payable	\$ 74,580
Accounts payable	238,496
School expense reimbursement payable	1,096,789
Accrued employee benefits payable (Note 6)	165,071
PPP loan (Note 14)	896,817
Unearned income (Note 5)	38,754
Total current liabilities	<u>\$ 2,510,507</u>
Noncurrent Liabilities	
Retirement benefits payable (Note 7)	\$ 292,308
Total other post-employment benefits payable (Note 13)	741,261
Deferred compensation (Note 10)	<u>301,084</u>
Total noncurrent liabilities	<u>\$ 1,334,653</u>
Total Liabilities	<u>\$ 3,845,160</u>
Deferred inflows of resources (Note 13)	<u>\$ 50,478</u>
Net Position (Note 8)	
Investment in capital assets	\$ 670,359
Unrestricted	<u>4,472,473</u>
Total Net Position	<u>\$ 5,142,832</u>

The notes to the financial statements are an integral part of this statement.

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION FOR THE YEAR ENDED JULY 31, 2021

	<u>2021</u>
Operating Revenues	
Tournaments	\$ 5,699,638
Television	449,441
Membership services	4,644,576
Contest officials registration	348,164
Sales of handbooks, rule books, and supplies	90,065
Other	<u>375,470</u>
Total Operating Revenues	<u>\$ 11,607,354</u>
Operating Expenses	
Tournaments	\$ 4,908,083
School expense reimbursement	1,073,201
Membership services	
Insurance	739,196
Handbooks, rule books, and supplies	46,361
Other	6,187
Fine arts programs	9,778
Officials program	170,559
Committees	20,788
Board of directors	21,492
Salaries	2,561,971
Employee benefits	1,186,961
Insurance	22,479
Legal	115,376
Other professional services	291,214
Maintenance	47,155
Utilities	32,561
Postage	33,874
Supplies	63,516
Data processing and office equipment	113,830
Website design and build	249,358
Public relations	24,199
Television consulting	14,867
Depreciation	48,012
Other	<u>185,116</u>
Total Operating Expenses	<u>\$ 11,986,134</u>
Operating Income (Loss)	<u>\$ (378,780)</u>
Nonoperating Revenues (Expenses)	
Corporate partnership	\$ 1,034,344
Nonoperating intergovernmental revenue	793,300
Interest	<u>4,290</u>
Total Nonoperating Revenues (Expenses)	<u>\$ 1,831,934</u>
Change in Net Position	\$ 1,453,154
Total Net Position - August 1	<u>3,689,678</u>
Total Net Position - July 31	<u><u>\$ 5,142,832</u></u>

The notes to the financial statements are an integral part of this statement.

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JULY 31, 2021**

	<u>2021</u>
Cash Flows from Operating Activities	
Cash received from customers	\$ 5,671,624
Cash received from schools	4,644,576
Payments to suppliers for goods and services	(5,357,238)
Payments to employees for services	(2,582,334)
Payments for fringe benefits	(1,189,364)
Payments to schools	<u>(64,389)</u>
Net Cash Provided by (Used In) Operating Activities	<u>\$ 1,122,875</u>
Cash Flows from Non-Capital and Related Financing Activities	
Corporate partnership	\$ 1,034,344
PPP loan	896,817
Operating transfers in	838,333
Operating transfers out	<u>(937,391)</u>
Net Cash Provided by (Used In) Non-Capital and Related Financing Activities	<u>\$ 1,832,103</u>
Cash Flows from Investing Activities	
Interest on investments	\$ 4,841
Proceeds from sales and maturities of investments	3,493,493
Purchases of investments	<u>(2,746,199)</u>
Net Cash Provided by (Used In) Investing Activities	<u>\$ 752,135</u>
Net Increase (Decrease) in Cash and Cash Equivalents	\$ 3,707,113
Cash and Cash Equivalents - August 1	<u>2,491,667</u>
Cash and Cash Equivalents - July 31	<u><u>\$ 6,198,780</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used In) Operating Activities	
Operating Income (Loss)	<u>\$ (378,780)</u>
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided by (Used In) Operating Activities	
Depreciation	\$ 48,012
(Increase) Decrease in accounts receivable	153,684
(Increase) Decrease in prepaid expenses	2,026
(Increase) Decrease in deferred outflows of resources	(38,666)
Increase (Decrease) in deferred inflows of resources	(16,827)
Increase (Decrease) in salaries payable	(16,314)
Increase (Decrease) in accounts payable	238,930
Increase (Decrease) in school expense reimbursement payable	1,042,644
Increase (Decrease) in short-term accrued employee benefits payable	-(8,226)
Increase (Decrease) in unearned income	35,947
Increase (Decrease) in total other post-employment benefits payable	71,033
Increase (Decrease) in retirement benefits payable	<u>(10,588)</u>
Total adjustments	<u>\$ 1,501,655</u>
Net Cash Provided By (Used In) Operating Activities	<u><u>\$ 1,122,875</u></u>

Non-cash Operating Activities

The MSHSL has \$1,474,647 of non-monetary exchange revenues and expenses.

The notes to the financial statements are an integral part of this statement.

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JULY 31, 2021

1. Summary of Significant Accounting Policies

The Minnesota State High School League's financial statements are prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) for the year ended July 31, 2021. The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (statements and interpretations). The more significant accounting policies established in GAAP and used by the League are discussed below.

Nature of Operations – The Minnesota State High School League (MSHSL) is a nonprofit corporation whose Articles of Incorporation and Constitution were filed with the Secretary of State on May 27, 1960. The MSHSL is a voluntary association of high schools whose governing boards have delegated their control of extracurricular activities to the MSHSL. These activities include statewide athletic programs for both able-bodied athletes and athletes with disabilities, music, drama, speech, and debate.

Reporting Entity – The Board of Directors is responsible for the management of the affairs of the MSHSL. The League's Constitution directs the Board of Directors to divide the state into regions and to have control of all region and section contests. Each Administrative Region Committee is charged with the immediate management of the activities assigned by the Board. The Administrative Region Committees must adhere to the League's Constitution, Articles of Incorporation, and policies developed by the Board of Directors. They do not have the authority to determine or interpret eligibility bylaws, nor may they penalize a school for bylaw infractions. Because the Administrative Regions are not legally separate entities, the July 31, 2021, financial statements of the MSHSL include the financial information of all 16 Administrative Regions.

Measurement Focus and Basis of Accounting – The financial statements are reported using the economic resources measurement focus and the full accrual basis of accounting. Revenues are recognized when they are earned. Expenses are recognized when they are incurred.

When both restricted and unrestricted resources are available for use, it is the League's policy to use restricted resources first, and then unrestricted resources as they are needed.

Cash and Cash Equivalents – For purposes of the statement of cash flows, all highly liquid investments with a maturity of three months or less when purchased, excluding investments held for retirement benefits, are considered to be cash equivalents.

Investments – Investments are stated at fair value. Certain investments have been designated by the Board of Directors for the payment of retirement benefits.

Restricted Assets - The League established a deferred compensation plan under Section 457(b) of the Internal Revenue Code for some of the executive staff. The assets in the plan are held by the MSHSL, subject to the claims of its general creditors, until the employee becomes eligible for withdrawals as provided in the plan agreement.

Capital Assets – Property and equipment are stated at cost. Replacements or improvements are capitalized. The capitalization threshold is \$3,000. Maintenance and repairs which do not improve or extend the lives of the assets are expensed as incurred. Depreciation is recorded using the straight line method over the assets' estimated useful lives:

Land improvements	40 years
Buildings and building improvements	40 years
Furniture and equipment	5-10 years
Computer equipment	3 years

Deferred Outflows and Inflows of Resources – In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and will not be recognized as an outflow of resources (expense) until then. The MSHSL's deferred outflows of resources consist of other postemployment benefit (OPEB) contributions paid subsequent to the measurement date. These outflows arise only under the full accrual basis of accounting and are reported only in the statement of net position.

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. The MSHSL's deferred inflows of resources consist of changes in assumptions and differences between expected and actual liabilities for OPEB. These inflows arise only under the full accrual basis of accounting and are reported only in the statement of net position.

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

1. Summary of Significant Accounting Policies (Continued)

Revenues – Operating revenues, such as tournament revenue, result from exchange transactions associated with the principal activity of the League. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as investment earnings, result from nonexchange transactions or incidental activities. Corporate partnerships are considered nonoperating revenue because the League does not give equal value in exchange for the resources received.

Use of Estimates – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

School Expense Reimbursement – A liability is set up to report the proportionate return of excess nonappropriated funds to member schools based on their participation in MSHSL-sponsored tournaments.

Sick Pay Policy – The MSHSL employees are entitled to 15 days of paid sick leave per year. Qualified employees that meet the requirements of the sick leave pay plan may be compensated for unused balances to a maximum of one year salary.

Tax Exempt Status – The MSHSL is a nonprofit organization exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and applicable state statutes.

2. Deposits and Investments

The MSHSL is governed by the deposit and investment limitations of its own internal policies. The deposits and investments held on July 31, 2021, reported at fair value, are shown below.

	Maturities	Fair Value
Deposits:		
Checking and savings	-	\$ 6,490,661
Total Deposits		\$ 6,490,661
Investments:		
Negotiable certificates of deposit		
RBC	-	1,103,880
External Investment Pools		301,084
Total Investments		\$ 1,404,964
Total Deposits and Investments		\$ 7,895,625
Add:		
Petty Cash	-	204
Total Cash, Cash Equivalents, and Investments		\$ 7,895,829
Reconciliation to the Statement of Net Position:		
Cash and cash equivalents		\$ 6,198,780
Investments		1,103,880
Deferred compensation		301,084
Investments held for retirement benefits		292,085
Total Cash, Cash Equivalents, and Investments		\$ 7,895,829

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

2. Deposits and Investments (Continued)

Custodial Credit Risk – As of July 31, 2021, deposits in financial institutions, reported as components of cash, cash equivalents, and investments, had a carrying value of \$6,490,661. Bank balances were \$6,573,994, of which \$1,520,913 was not covered by federal depository insurance. The MSHSL's investment policy does not specifically address custodial credit risk. As of July 31, 2021, the League's investments were not exposed to custodial credit risk.

Investment Interest Rate Risk – The MSHSL has a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The League's policy doesn't specifically address interest rate risk.

Investment Credit Risk – The MSHSL has a formal investment policy that limits its investment choices. Fixed income investments are required to be rated "A" or higher by Standards and Poor's or "A2" by Moody's. Certificates of deposit must stay within FDIC limits.

Concentration of Investment Credit Risk – The MSHSL investment policy limits the amount it may invest in any one issuer. The policy states that no more than 10% of the investment portfolio shall be invested in securities issued by one corporation except for insured depositories and obligations of the United States Government and Government Agencies. At July 31, 2021, the MSHSL had three individual negotiable certificates of deposits that exceeded 10% of total investments.

Fair Value of Investments

The MSHSL measures and records its investments using fair value measurement guidelines established by accounting principles generally accepted in the United States of America. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Quoted prices for identical investments in active markets;
- Level 2: Observable inputs other than quoted market prices; and,
- Level 3: Unobservable inputs

At July 31, 2021, the MSHSL had the following recurring fair value measurements.

	Fair Value Measurement Using			
	July 31, 2021	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Negotiable certificates of Deposit	\$ 1,103,880		\$ 1,103,880	
Equities	-	-	-	-
Total Investments included in the Fair Value hierarchy	\$ 1,103,880	-	\$ 1,103,880	-

Debt and equity securities classified in Level 1 are valued using a market approach quoted in active markets for those securities. Debt and equity securities classified in Level 2 are valued using the following approach:

- Negotiable Certificates of Deposit: matrix pricing based on the securities relationship to benchmark quoted prices.

The MSHSL holds \$301,084 in an external investment pool as a deferred compensation plan for select employees. The fair value of the investment is the fair value per share of the underlying portfolio. These investments may be redeemed when the employees become eligible under contract provisions.

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

3. Capital Assets

Capital assets comprise the following at July 31, 2021:

	08/01/2020	Additions	Deductions/ Adjustments	07/31/2021
Capital asset, not being depreciated:				
Land and land improvements	\$ 318,564	\$ -	\$ -	\$ 318,564
Capital assets, being depreciated:				
Building and building improvements	\$ 1,606,791	\$ -	\$ -	\$ 1,606,791
Furniture and equipment	231,734	-	-	231,734
Computer equipment	4,454	-	-	4,454
Total capital assets being depreciated	\$ 1,842,979	\$ -	\$ -	\$ 1,842,979
Less: accumulated depreciation				
Building and building improvements	\$(1,216,121)	\$ (43,875)	\$ -	\$ (1,259,996)
Furniture and equipment	(222,597)	(4,137)	-	(226,734)
Computer equipment	(4,454)	-	-	(4,454)
Total accumulated depreciation	\$(1,443,172)	\$ (48,012)	\$ -	\$ (1,491,184)
Total capital assets being depreciated, net	\$ 399,807	\$ (48,012)	\$ -	\$ 351,795
Net Capital Assets	\$ 718,371	\$ (48,012)	\$ -	\$ 670,359

Depreciation expense totaling \$48,012 was charged for the year ended July 31, 2021.

4. Operating Leases

The MSHSL is obligated under operating leases for mailing equipment and photocopying equipment. Expenses associated with these leases were \$14,419 for the year ended July 31, 2021. Future minimum lease payments at July 31, 2021, are as follows:

2022	\$ 11,985
2023	10,906
2024	9,826
2025	9,120
2026	9,120
Total	\$ 50,957

5. Unearned Income

Unearned income consists of amounts received for membership services and official handbooks, yearbooks, and rules books, which are not yet ready for distribution. This income is recognized in subsequent years.

6. Accrued Employee Benefits Payable

MSHSL employees that meet certain eligibility criteria earn vacation benefits based on years of service. Employees earn between two weeks and five weeks of vacation annually. Unused vacation time cannot exceed 1.5 to 4 times the employee's current rate of accrual. Employees are paid 100% of their accumulated vacation pay when they terminate their employment.

Accrued employee benefits payable at July 31, 2021:

Current Liabilities	
Vacation Leave	\$ 165,071

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

7. Retirement Benefits Payable

The MSHSL has a retirement plan that provides certain unused sick leave compensation benefits for eligible employees.

Following 10 or 15 years of service to the MSHSL and after the employee reaches age 55, the employee may receive a payment for unused sick leave at the time of separation from the MSHSL. Said payment shall be calculated by multiplying the number of unused sick leave days times the daily rate of pay at separation. The maximum unused sick leave payment shall not exceed one year's salary.

Retirement benefits payable on July 31, 2021 is \$292,308. Noncurrent retirement benefits are \$292,308. Costs associated with employees who have earned benefits but whose benefits have not vested because they have not yet met the requirements of the plan have not been accrued because the ultimate cost to the MSHSL cannot be reasonably estimated. The MSHSL has designated certain investments to be used for payment of future retirement benefits. These amounts are less than the accrued liability by \$223 for the year ended July 31, 2021.

Retirement benefits activity for the year ended July 31, 2021:

	<u>08/01/2020</u>	<u>Additions</u>	<u>Deductions</u>	<u>07/31/2021</u>	<u>Due Within One Year</u>
Retirement benefits payable	\$ 302,896	\$ 26,187	\$ 36,775	\$ 292,308	\$ -

8. Equity Classifications

Equity is classified as net position and displayed in two components:

- A. Investment in capital assets - Consists of capital assets, net of accumulated depreciation.
- B. Unrestricted - All other net position that does not meet the definition of "investment in capital assets".

9. MSHSL 403(b) Plan

The MSHSL participates with eligible employees, who so elect, in a 403(b) plan. Employees must contribute at least six percent of their gross wages to receive the MSHSL's contribution.

The MSHSL contributed 13 percent of the participating employees' wages. The only obligation of the MSHSL is to make contributions for the term of the participating employees' employment. In accordance with the plan terms, each employee's share of the MSHSL's contribution is fully vested with the employee. The MSHSL's contributions were \$325,756 for the year ended July 31, 2021.

10. Deferred Compensation

The MSHSL established in the year ending July 31, 2008, a deferred compensation plan under Section 457(b) of the Internal Revenue Code for select members of the executive staff. Under the provisions of the plan, the MSHSL contributes four and twelve percent of the executive staff's salary to the plan.

The assets in the plan are held by the MSHSL, subject to the claims of its general creditors, until the employee becomes eligible for withdrawals as provided in the plan agreement. The assets (held in investment options in accordance with the employee's selection) and the related liability are shown on the MSHSL's balance sheet at July 31, 2021.

11. Risk Management

The MSHSL is exposed to various risks of loss related to: torts; theft of, damage to, or destruction of assets; errors or omissions; injuries to employees; natural disasters; and catastrophic injury. To cover its liabilities, the MSHSL purchases commercial insurance. There were no significant reductions in insurance coverage from the prior year. The amount of settlements did not exceed insurance coverage for each of the past three fiscal years.

**MINNESOTA STATE HIGH SCHOOL LEAGUE
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12. Long Term Contracts

The MSHSL has signed contracts with a television station and certain corporate sponsors. These contracts last from 3 to 11 years. The revenue from these contracts is recognized when earned. In addition, the MSHSL exchanges advertising for other non-monetary assets or services such as tournament equipment, and radio, television or print advertising. The value of the services exchanged is recorded in tournament revenue and expense accounts.

13. Other Post-Employment Benefits

Plan Description

Following retirement, if the employee has reached the age of 58 or 60 depending on the employee's classification and has been employed by the MSHSL for 20 years, payment of medical, hospitalization, dental, and term life insurance premiums for the employee will be made by the MSHSL as if the individual were still on staff until the conclusion of the fiscal year the employee reaches age 65, subject to the approval of the insurance carriers. This arrangement qualifies as a single employer defined benefit plan.

For those qualified retirees that meet the criteria for a full medical, dental, and life insurance benefit, the MSHSL contributes 100% of the benefit cost.

The contribution requirements of the plan members and the MSHSL are established and may be amended by the MSHSL Board of Directors. The MSHSL finances the plan on a "pay-as-you-go" basis.

No assets have been accumulated in a trust that meets the criteria in paragraph 4 of GASB 75. The OPEB plan does not issue a stand-alone financial report.

Participants

Participants of the plan consisted of the following at August 1, 2018, the date of the latest actuarial valuation.

Active employees	23
Retired employees	1
Dependents of retirees	1
Total plan participants	25

Total OPEB Liability

The MSHSL's total OPEB liability of \$741,261 was measured as of August 1, 2020 and was determined by an actuarial valuation as of August 1, 2019.

Actuarial Assumptions and Other Inputs

The total OPEB liability in the August 1, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Inflation	2.50 percent
Salary increases	Service graded table
Discount rate	2.40 percent
20-year municipal bond yield	2.40 percent
Pre-Medicare plan medical trend rate	6.25 percent in 2020 grading to 5.00 percent over 5 years
Medicare supplement plan medical trend rate	4.00 percent
Dental trend rate	4.00 percent

Mortality rates were based on Pub-2010 Public Retirement Plans Headcount-Weighted Mortality Tables (General, Teachers) with MP-2018 Generational Improvement Scale.

The discount rate was based on the estimated yield of 20-year AA-rated municipal bonds. The overall single discount rate is 2.40 percent, which is a change from the prior year discount rate of 3.10 percent.

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

13. Other Post-Employment Benefits(Continued)

Changes in the Total OPEB Liability

Balance at July 31, 2020	\$670,228
Service cost	34,610
Interest cost	21,676
Contributions during the year	(11,318)
Assumption changes	26,065
Difference between expected and actual experience	-
Net changes	<u>71,033</u>
Balance at July 31, 2021	<u>\$741,261</u>

OPEB Liability Sensitivity

The following presents the total OPEB liability of the MSHSL, calculated using the discount rate previously disclosed, as well as what the MSHSL's total OPEB liability would be if it were calculated using a discount rate that is 1.0 percentage-point lower or 1.0 percentage-point higher than the current discount rate:

	<u>1.00% Increase</u>	<u>Current Discount Rate</u>	<u>1.00% Decrease</u>
Total OPEB Liability	\$ 698,745	\$ 741,261	\$ 785,046

The following presents the total OPEB liability of the MSHSL, calculated using the health care cost trend previously disclosed, as well as what the MSHSL's total OPEB liability would be if it were calculated using health care cost trend rates that are 1.0 percentage-point lower or 1.0 percentage-point higher than the current health care cost trend rate:

	<u>1.00% Increase</u>	<u>Current Discount Rate</u>	<u>1.00% Decrease</u>
Total OPEB Liability	\$ 822,594	\$ 741,261	\$ 670,605

OPEB Expense and Deferred Outflows of Resources Related to OPEB

For the year ended July 31, 2021, the MSHSL recognized OPEB expense of \$44,672. At July 31, 2021, the MSHSL reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Balances at July 31, 2021</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 45,943
Changes in assumptions	20,852	4,535
Employer contributions subsequent to the measurement date	<u>29,132</u>	<u>-</u>
Total	<u>49,984</u>	<u>50,478</u>

The \$29,132 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the OPEB liability in the year ended July 31, 2022.

Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ended July 31</u>	<u>OPEB Expense Amount</u>
2022	\$ (11,614)
2023	(11,614)
2024	(11,611)
2025	5,213

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

13. Other Post-Employment Benefits (Continued)

Changes in Actuarial Assumptions

The following changes in actuarial assumptions from the last valuation completed for the MSHSL as of August 1, 2019 are:

- The health care trend rates were changed to better anticipate short term and long term medical increases.
- The mortality tables were updated from the RP-2014 White Collar Mortality Tables with MP-2016 Generational Improvement Scale to the Pub-2010 Public Retirement Plans Headcount-Weighted Mortality Tables (General, Teachers) with MP-2018 Generational Improvement Scale.
- The salary increase rates were changed from a flat 3.00% per year for all employees to rates which vary by service and contract group.
- The discount rate was changed from 3.40% to 3.10%.

14. COVID-19 Impact and Considerations

On March 11, 2020, the World Health Organization declared the outbreak of a coronavirus (COVID-19) a pandemic. Economic activity decreased in fiscal year 2021, including the cancellation of 9 MSHSL Fall Tournaments and very limited spectator attendance allowed for 14 Winter Tournaments. As a result, a decrease of approximately 57 percent of tournament and television revenue was received in fiscal year 2021 compared to the year prior to COVID-19. The circumstances surrounding COVID-19 create uncertainty in expectations for future revenue related to tournament ticket sales, sponsorships, and television fees for the 2021-22 fiscal year.

The MSHSL received a loan from BankVista in the amount of \$793,300 under the Paycheck Protection Program established by the Coronavirus Aid, Relief, and Economic Security (CARES) Act. The loan is subject to a note dated April 15, 2020 and may be forgiven to the extent proceeds of the loan are used for eligible expenditures such as payroll, benefits, rent and utilities. The amount of loan forgiveness will be determined by the lender and Small Business Administration (SBA). The MSHSL applied for forgiveness with the lender on December 23, 2020 and received forgiveness of \$793,300 from the Small Business Administration (SBA) on May 24, 2021. The amount of loan forgiveness is presented as a component of nonoperating revenues on the statement of revenues, expenses, and changes in net position for the year ended July 31, 2021.

The PPP Loan 2 program was established in December 2020. The MSHSL applied for this loan through BankVista in January 2021. The MSHSL and Regions received loans from BankVista in the amount of \$896,817 under the Paycheck Protection Program established by the Coronavirus Aid, Relief, and Economic Security (CARES) Act. The loans are subject to notes dated in January 2021 and may be forgiven to the extent proceeds of the loan are used for eligible expenditures such as payroll, benefits, rent and utilities. The amount of loan forgiveness will be determined by the lender and Small Business Administration (SBA). Any unforgiven portion of the PPP loan is payable over two years at an interest rate of 1%, with a deferral of payments for the first six months. The MSHSL and Regions believes they have used loan proceeds for purposes consistent with the PPP Loan program and that its use of the proceeds will meet the conditions for full forgiveness of the loan.

REQUIRED SUPPLEMENTARY INFORMATION

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

**SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS -
OTHER POSTEMPLOYMENT BENEFITS
JULY 31, 2021**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability				
Service cost	\$ 34,610	\$ 29,978	\$ 32,812	\$ 31,856
Interest	21,676	25,198	24,005	22,559
Benefit payments	(11,318)	(23,725)	(14,124)	(11,583)
Assumption changes	26,065	(7,559)	-	-
Difference between expected and actual experience	-	(76,573)	-	-
Net change in total OPEB liability	\$ 71,033	\$ (52,681)	\$ 42,693	\$ 42,832
Total OPEB liability - beginning	670,228	722,909	680,216	637,384
Total OPEB liability - ending	\$ 741,261	\$ 670,228	\$ 722,909	\$ 680,216
Covered-employee payroll	\$ 2,209,059	\$ 2,144,717	\$ 2,330,146	\$ 2,262,278
Total OPEB liability as a percentage of covered employee payroll	34%	31%	31%	30%

This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

The assets are not accumulated in a trust that meets the criteria in paragraph 4 of GASB 75 to pay benefits.

The following changes in actuarial assumptions from the last valuation completed for the MSHSL as of August 1, 2018 are:

- The health care trend rates were changed to better anticipate short term and long term medical increases.
- The mortality tables were updated from the RP-2014 White Collar Mortality Tables with MP-2016 Generational Improvement Scale to the Pub-2010 Public Retirement Plans Headcount-Weighted Mortality Tables (General, Teachers) with MP-2018 Generational Improvement Scale.
- The discount rate was changed from 3.4 percent to 3.1 percent.
- The salary increase rates were changed from a flat 3.00% per year for all employees to rates which vary by service and contract group.
- The discount rate was changed from 3.40% to 3.10% for fiscal year ending July 31, 2020 and from 3.10% to 2.40% for fiscal year ending July 31, 2021.
- These changes decreased the liability \$7,559.

SUPPLEMENTAL INFORMATION

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

**STATEMENT OF NET POSITION BY LOCATION
JULY 31, 2021**

	MSHSL OFFICE	1A	2A	3A	4A	5A	6A
<u>Assets</u>							
Current Assets							
Cash and cash equivalents (Note 2)	\$ 4,077,098	111,998	164,678	85,183	34,305	135,057	253,646
Investments (Note 2)	1,103,880	-	-	-	-	-	-
Accounts receivable	263,187	3,000	5,085	34,257	46,256	9,764	3,000
Accrued interest receivable	-	-	-	-	-	16	-
Prepaid items	18,183	-	-	-	-	-	-
Total current assets	<u>\$ 5,462,348</u>	<u>114,998</u>	<u>169,763</u>	<u>119,440</u>	<u>80,561</u>	<u>144,837</u>	<u>256,646</u>
Noncurrent Assets							
Restricted assets							
Deferred compensation (Note 10)	\$ 301,084	-	-	-	-	-	-
Capital assets							
Non-depreciable	\$ 318,564	-	-	-	-	-	-
Depreciable-net of accumulated depreciation	351,795	-	-	-	-	-	-
Net capital assets (Note 3)	<u>\$ 670,359</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other assets							
Investments held for retirement benefits (Note 7)	\$ 292,085	-	-	-	-	-	-
Total noncurrent assets	<u>\$ 1,263,528</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$ 6,725,876</u>	<u>114,998</u>	<u>169,763</u>	<u>119,440</u>	<u>80,561</u>	<u>144,837</u>	<u>256,646</u>
<u>Deferred Outflows of Resources</u>							
Deferred outflows of resources (Note 13)	\$ 49,984	-	-	-	-	-	-
<u>Liabilities and Net Position</u>							
Current Liabilities							
Salaries payable	\$ 56,059	-	-	-	-	-	-
Accounts payable	229,711	23	1,342	-	-	1,000	-
School expense reimbursement payable	-	57,527	119,566	30,845	-	49,497	170,054
Accrued employee benefits payable (Note 6)	165,071	-	-	-	-	-	-
PPP loan payable (Note 14)	896,817	-	-	-	-	-	-
Unearned income (Note 5)	38,754	-	-	-	-	-	-
Total current liabilities	<u>\$ 1,386,412</u>	<u>57,550</u>	<u>120,908</u>	<u>30,845</u>	<u>-</u>	<u>50,497</u>	<u>170,054</u>
Noncurrent Liabilities							
Retirement benefits payable (Note 7)	\$ 292,308	-	-	-	-	-	-
Total other post-employment benefits payable (Note 13)	741,261	-	-	-	-	-	-
Deferred compensation (Note 10)	301,084	-	-	-	-	-	-
Total noncurrent liabilities	<u>\$ 1,334,653</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>\$ 2,721,065</u>	<u>57,550</u>	<u>120,908</u>	<u>30,845</u>	<u>-</u>	<u>50,497</u>	<u>170,054</u>
<u>Deferred Inflows of Resources</u>							
Deferred inflows of resources (Note 13)	\$ 50,478	-	-	-	-	-	-
Net Position (Note 8)							
Investment in capital assets	\$ 670,359	-	-	-	-	-	-
Unrestricted	3,333,958	57,448	48,855	88,595	80,561	94,340	86,592
Total Net Position	<u>\$ 4,004,317</u>	<u>57,448</u>	<u>48,855</u>	<u>88,595</u>	<u>80,561</u>	<u>94,340</u>	<u>86,592</u>

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

SCHEDULE 1

ADMINISTRATIVE REGIONS										TOTAL ADMINISTRATIVE REGIONS	COMBINED TOTAL
7A	8A	1AA	2AA	3AA	4AA	5AA	6AA	7AA	8AA		
189,036	80,262	130,174	188,418	112,207	99,842	152,152	108,682	130,753	145,289	\$ 2,121,682	\$ 6,198,780
-	-	-	-	-	-	-	-	-	-	-	1,103,880
5,616	3,000	3,000	3,111	3,000	3,000	6,144	3,000	3,413	4,166	138,812	401,999
-	-	-	-	-	-	-	-	-	-	16	16
-	2,100	-	-	-	-	-	-	-	-	2,100	20,283
<u>194,652</u>	<u>85,362</u>	<u>133,174</u>	<u>191,529</u>	<u>115,207</u>	<u>102,842</u>	<u>158,296</u>	<u>111,682</u>	<u>134,166</u>	<u>149,455</u>	<u>\$ 2,262,610</u>	<u>\$ 7,724,958</u>
-	-	-	-	-	-	-	-	-	-	\$ -	\$ 301,084
-	-	-	-	-	-	-	-	-	-	\$ -	\$ 318,564
-	-	-	-	-	-	-	-	-	-	-	351,795
-	-	-	-	-	-	-	-	-	-	\$ -	\$ 670,359
-	-	-	-	-	-	-	-	-	-	\$ -	\$ 292,085
-	-	-	-	-	-	-	-	-	-	\$ -	\$ 1,263,528
<u>194,652</u>	<u>85,362</u>	<u>133,174</u>	<u>191,529</u>	<u>115,207</u>	<u>102,842</u>	<u>158,296</u>	<u>111,682</u>	<u>134,166</u>	<u>149,455</u>	<u>\$ 2,262,610</u>	<u>\$ 8,988,486</u>
-	-	-	-	-	-	-	-	-	-	\$ -	\$ 49,984
15,852	-	-	-	-	-	-	2,669	-	-	\$ 18,521	\$ 74,580
6,262	-	-	-	85	-	-	73	+	-	8,785	238,496
97,457	19,275	69,600	108,436	51,338	34,183	98,807	53,396	64,389	72,419	1,096,789	1,096,789
-	-	-	-	-	-	-	-	-	-	-	165,071
-	-	-	-	-	-	-	-	-	-	-	896,817
-	-	-	-	-	-	-	-	-	-	-	38,754
<u>119,571</u>	<u>19,275</u>	<u>69,600</u>	<u>108,436</u>	<u>51,423</u>	<u>34,183</u>	<u>98,807</u>	<u>56,138</u>	<u>64,389</u>	<u>72,419</u>	<u>\$ 1,124,095</u>	<u>\$ 2,510,507</u>
-	-	-	-	-	-	-	-	-	-	\$ -	\$ 292,308
-	-	-	-	-	-	-	-	-	-	-	741,261
-	-	-	-	-	-	-	-	-	-	-	301,084
-	-	-	-	-	-	-	-	-	-	\$ -	\$ 1,334,653
<u>119,571</u>	<u>19,275</u>	<u>69,600</u>	<u>108,436</u>	<u>51,423</u>	<u>34,183</u>	<u>98,807</u>	<u>56,138</u>	<u>64,389</u>	<u>72,419</u>	<u>\$ 1,124,095</u>	<u>\$ 3,845,160</u>
-	-	-	-	-	-	-	-	-	-	\$ -	\$ 50,478
-	-	-	-	-	-	-	-	-	-	\$ -	\$ 670,359
<u>75,081</u>	<u>66,087</u>	<u>63,574</u>	<u>83,093</u>	<u>63,784</u>	<u>68,659</u>	<u>59,489</u>	<u>55,544</u>	<u>69,777</u>	<u>77,036</u>	<u>1,138,515</u>	<u>4,472,473</u>
<u>75,081</u>	<u>66,087</u>	<u>63,574</u>	<u>83,093</u>	<u>63,784</u>	<u>68,659</u>	<u>59,489</u>	<u>55,544</u>	<u>69,777</u>	<u>77,036</u>	<u>\$ 1,138,515</u>	<u>\$ 5,142,832</u>

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION BY LOCATION
FOR THE YEAR END OF JULY 31, 2021**

	MSHSL OFFICE	1A	2A	3A	4A	5A	6A
Operating Revenues							
Tournaments	\$ 2,423,461	232,263	250,631	178,852	91,801	263,406	240,921
Television	449,441	-	-	-	-	-	-
Membership services	4,644,576	-	-	-	-	-	-
Contest officials registration	348,164	-	-	-	-	-	-
Sales of handbooks, rule books, and supplies	90,065	-	-	-	-	-	-
Other	316,658	8,327	-	-	1,828	3,951	18,282
Total Operating Revenues	\$ 8,272,365	240,590	250,631	178,852	93,629	267,357	259,203
Operating Expenses							
Tournaments	\$ 2,570,779	155,014	140,132	173,922	53,954	218,242	137,260
School expense reimbursement	-	57,527	119,566	30,557	-	49,497	170,054
Membership services							
Insurance	721,215	1,143	989	1,761	2,334	450	912
Handbooks, rule books, and supplies	46,361	-	-	-	-	-	-
Other	6,187	-	-	-	-	-	-
Fine arts programs	9,778	-	-	-	-	-	-
Officials program	170,559	-	-	-	-	-	-
Committees	340	542	2,576	2,090	60	2,229	1,824
Board of directors	21,492	-	-	-	-	-	-
Salaries	1,835,583	43,561	36,000	58,463	40,000	43,000	73,576
Employee benefits	1,070,606	9,042	7,434	-	8,260	8,880	-
Insurance	22,479	-	-	-	-	-	-
Legal	115,376	-	-	-	-	-	-
Other professional services	138,762	13,571	14,415	4,100	36,010	31,777	6,293
Maintenance	47,155	-	-	-	-	-	-
Utilities	32,561	-	-	-	-	-	-
Postage	33,874	-	-	-	-	-	-
Supplies	7,084	4,059	623	1,227	20,026	2,318	1,478
Data processing and office equipment	113,830	-	-	-	-	-	-
Website design and build	249,358	-	-	-	-	-	-
Public relations	21,234	-	-	-	-	1,123	-
Television consulting	14,867	-	-	-	-	-	-
Depreciation	48,012	-	-	-	-	-	-
Other	171,644	519	613	-	260	-	1,096
Total Operating Expenses	\$ 7,469,136	284,978	322,348	272,120	160,904	357,516	392,493
Operating Income (Loss)	\$ 803,229	(44,388)	(71,717)	(93,268)	(67,275)	(90,159)	(133,290)
Nonoperating Revenues (Expenses)							
Corporate partnership	\$ 1,034,344	-	-	-	-	-	-
Nonoperating intergovernmental revenue	793,300	-	-	-	-	-	-
Interest	3,231	-	-	21	-	66	10
Total Nonoperating Revenues (Expenses)	\$ 1,830,875	-	-	21	-	66	10
Income Before Transfers	\$ 2,634,104	(44,388)	(71,717)	(93,247)	(67,275)	(90,093)	(133,280)
Operating Transfers In	-	41,379	44,295	47,294	119,372	76,892	43,217
Operating Transfers Out	(441,161)	(7,955)	(38,424)	(15,603)	(21,873)	(25,567)	(51,464)
Change in Net Position	\$ 2,192,943	(10,964)	(65,846)	(61,556)	30,224	(38,768)	(141,527)
Total Net Position - August 1	1,811,374	68,412	114,701	150,151	50,337	133,108	228,119
Total Net Position - July 31	\$ 4,004,317	57,448	48,855	88,595	80,561	94,340	86,592

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

SCHEDULE 2

ADMINISTRATIVE REGIONS										TOTAL	COMBINED
7A	8A	1AA	2AA	3AA	4AA	5AA	6AA	7AA	8AA	ADMINISTRATIVE	TOTAL
215,477	131,402	188,359	304,563	186,612	185,818	184,661	154,861	198,290	268,260	\$ 3,276,177	\$ 5,699,638
-	-	-	-	-	-	-	-	-	-	-	449,441
-	-	-	-	-	-	-	-	-	-	-	4,644,576
-	-	-	-	-	-	-	-	-	-	-	348,164
-	-	-	-	-	-	-	-	-	-	-	90,065
1,300	1,301	473	-	5,874	16,563	733	180	-	-	58,812	375,470
<u>216,777</u>	<u>132,703</u>	<u>188,832</u>	<u>304,563</u>	<u>192,486</u>	<u>202,381</u>	<u>185,394</u>	<u>155,041</u>	<u>198,290</u>	<u>268,260</u>	<u>\$ 3,334,989</u>	<u>\$ 11,607,354</u>
158,303	120,294	133,724	179,974	138,673	134,519	120,137	133,254	155,871	184,031	\$ 2,337,304	\$ 4,908,083
74,157	19,275	69,600	108,436	51,338	34,183	98,807	53,396	64,389	72,419	1,073,201	1,073,201
1,019	1,044	450	1,152	1,171	1,549	1,306	1,184	1,067	450	17,981	739,196
-	-	-	-	-	-	-	-	-	-	-	46,361
-	-	-	-	-	-	-	-	-	-	-	6,187
-	-	-	-	-	-	-	-	-	-	-	9,778
-	-	-	-	-	-	-	-	-	-	-	170,559
5,118	2,550	-	-	-	-	-	-	185	3,274	20,448	20,788
-	-	-	-	-	-	-	-	-	-	-	21,492
48,800	53,900	40,060	38,500	38,500	36,720	37,774	39,000	52,244	46,290	726,388	2,561,971
10,077	10,819	8,273	7,950	7,950	7,583	6,587	8,054	9,856	5,590	116,355	1,186,961
-	-	-	-	-	-	-	-	-	-	-	22,479
-	-	-	-	-	-	-	-	-	-	-	115,376
4,260	3,115	6,306	6,848	3,649	3,042	5,895	5,770	4,651	2,750	152,452	291,214
-	-	-	-	-	-	-	-	-	-	-	47,155
-	-	-	-	-	-	-	-	-	-	-	32,561
-	-	-	-	-	-	-	-	-	-	-	33,874
2,112	3,290	723	3,254	1,353	1,974	2,373	2,393	5,103	4,126	56,432	63,516
-	-	-	-	-	-	-	-	-	-	-	113,830
-	-	-	-	-	-	-	-	-	-	-	249,358
-	1,842	-	-	-	-	-	-	-	-	2,965	24,199
-	-	-	-	-	-	-	-	-	-	-	14,867
-	-	-	-	-	-	-	-	-	-	-	48,012
2,738	2,553	-	-	5,553	-	130	-	10	-	13,472	185,116
<u>306,584</u>	<u>218,682</u>	<u>259,136</u>	<u>346,114</u>	<u>248,187</u>	<u>219,570</u>	<u>273,009</u>	<u>243,051</u>	<u>293,376</u>	<u>318,930</u>	<u>\$ 4,516,998</u>	<u>\$ 11,986,134</u>
<u>(89,807)</u>	<u>(85,979)</u>	<u>(70,304)</u>	<u>(41,551)</u>	<u>(55,701)</u>	<u>(17,189)</u>	<u>(87,615)</u>	<u>(88,010)</u>	<u>(95,086)</u>	<u>(50,670)</u>	<u>\$ (1,182,009)</u>	<u>\$ (378,780)</u>
-	-	-	-	-	-	-	-	-	-	\$ -	\$ 1,034,344
-	-	-	-	-	-	-	-	-	-	-	793,300
5	63	141	-	-	-	448	32	1	272	1,059	4,290
<u>5</u>	<u>63</u>	<u>141</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>448</u>	<u>32</u>	<u>1</u>	<u>272</u>	<u>\$ 1,059</u>	<u>\$ 1,831,934</u>
<u>(89,802)</u>	<u>(85,916)</u>	<u>(70,163)</u>	<u>(41,551)</u>	<u>(55,701)</u>	<u>(17,189)</u>	<u>(87,167)</u>	<u>(87,978)</u>	<u>(95,085)</u>	<u>(50,398)</u>	<u>\$ (1,180,950)</u>	<u>\$ 1,453,154</u>
34,269	57,441	37,445	55,595	61,868	54,758	79,641	76,039	58,344	49,542	937,391	937,391
(12,602)	(3,313)	(13,557)	(78,203)	(38,521)	(35,748)	(41,824)	(39,511)	(29,404)	(42,661)	(496,230)	(937,391)
<u>(68,135)</u>	<u>(31,788)</u>	<u>(46,275)</u>	<u>(64,159)</u>	<u>(32,354)</u>	<u>1,821</u>	<u>(49,350)</u>	<u>(51,450)</u>	<u>(66,145)</u>	<u>(43,517)</u>	<u>\$ (739,789)</u>	<u>\$ 1,453,154</u>
<u>143,216</u>	<u>97,875</u>	<u>109,849</u>	<u>147,252</u>	<u>96,138</u>	<u>66,838</u>	<u>108,839</u>	<u>106,994</u>	<u>135,922</u>	<u>120,553</u>	<u>1,878,304</u>	<u>3,689,678</u>
<u>75,081</u>	<u>66,087</u>	<u>63,574</u>	<u>83,093</u>	<u>63,784</u>	<u>68,659</u>	<u>59,489</u>	<u>55,544</u>	<u>69,777</u>	<u>77,036</u>	<u>\$ 1,138,515</u>	<u>\$ 5,142,832</u>

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

**STATEMENT OF CASH FLOWS BY LOCATION
FOR THE YEAR END OF JULY 31, 2021**

	MSHSL OFFICE	1A	2A	3A	4A	5A	6A
Cash Flows from Operating Activities							
Cash received from customers	\$ 2,341,369	240,590	248,546	176,591	93,629	263,824	259,203
Cash received from schools	4,644,576	-	-	-	-	-	-
Payments to suppliers for goods and services	(2,803,276)	(174,956)	(158,046)	(181,240)	(112,644)	(255,139)	(151,863)
Payments to employees for services	(1,842,117)	(43,561)	(36,000)	(72,459)	(40,000)	(43,000)	(60,915)
Payments for fringe benefits	(1,073,880)	(9,042)	(7,434)	-	(8,260)	(8,880)	(12,661)
Payments to schools	-	-	-	-	-	-	-
Net Cash Provided By (Used In) Operating Activities	\$ 1,266,672	13,031	47,066	(77,108)	(67,275)	(43,195)	33,764
Cash Flows from Non-Capital and Related Financing Activities							
Corporate partnership	\$ 1,034,344	-	-	-	-	-	-
PPP loan	896,817	-	-	-	-	-	-
Operating transfers in	-	38,379	41,295	27,723	73,116	70,661	43,217
Operating transfers out	(441,161)	(7,955)	(38,424)	(15,603)	(21,873)	(25,567)	(51,464)
Net Cash Provided By (Used In) Non-Capital and Related Financing Activities	\$ 1,490,000	30,424	2,871	12,120	51,243	45,094	(8,247)
Cash Flows from Investing Activities							
Interest on investments	\$ 3,721	-	-	20	-	128	10
Proceeds from sales and maturities of investments	3,493,493	-	-	-	-	-	-
Purchases of investments	(2,746,199)	-	-	-	-	-	-
Net Cash Provided By (Used In) Investing Activities	\$ 751,015	-	-	20	-	128	10
Net Increase (Decrease) in Cash and Cash Equivalents	\$ 3,507,687	43,455	49,937	(64,968)	(16,032)	2,027	25,527
Cash and Cash Equivalents - August 1	569,411	68,543	114,741	150,151	50,337	133,030	228,119
Cash and Cash Equivalents - July 31	\$ 4,077,098	111,998	164,678	85,183	34,305	135,057	253,646
Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities							
Operating Income (Loss)	\$ 803,229	(44,388)	(71,717)	(93,268)	(67,275)	(90,159)	(133,290)
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities							
Depreciation	\$ 48,012	-	-	-	-	-	-
(Increase) Decrease in accounts receivable	184,101	-	(2,085)	(14,685)	-	(3,533)	(3,000)
(Increase) Decrease in prepaid expenses	4,126	-	-	-	-	-	-
(Increase) Decrease in deferred outflows of resources	(38,666)	-	-	-	-	-	-
Increase (Decrease) in deferred inflows of resources	(16,827)	-	-	-	-	-	-
Increase (Decrease) in salaries payable	(6,534)	-	-	-	-	-	-
Increase (Decrease) in accounts payable	201,065	(108)	1,302	30,845	-	1,000	-
Increase (Decrease) in school expense reimbursement payable	-	57,527	119,566	-	-	49,497	170,054
Increase (Decrease) in short-term accrued employee benefits payable	(8,226)	-	-	-	-	-	-
Increase (Decrease) in unearned income	35,947	-	-	-	-	-	-
Increase (Decrease) in net other post-employment benefits payable	71,033	-	-	-	-	-	-
Increase (Decrease) in retirement benefits payable	(10,588)	-	-	-	-	-	-
Total adjustments	\$ 463,443	57,419	118,783	16,160	-	46,964	167,054
Net Cash Provided By (Used In) Operating Activities	\$ 1,266,672	13,031	47,066	(77,108)	(67,275)	(43,195)	33,764

Non-cash Operating Activities

The MSHSL has \$1,474,647 of non-monetary exchange revenues and expenses.

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

SCHEDULE 3

ADMINISTRATIVE REGIONS										TOTAL	COMBINED
7A	8A	1AA	2AA	3AA	4AA	5AA	6AA	7AA	8AA	ADMINISTRATIVE	TOTAL
216,607	130,603	188,832	308,343	192,486	202,381	182,250	155,041	207,235	264,094	\$ 3,330,255	\$ 5,671,624
-	-	-	-	-	-	-	-	-	-	-	4,644,576
(167,288)	(145,507)	(141,203)	(192,550)	(150,314)	(141,356)	(129,841)	(142,528)	(114,856)	(194,631)	(2,553,962)	(5,357,238)
(52,148)	(53,900)	(40,060)	(38,500)	(38,500)	(36,720)	(49,589)	(36,331)	(52,244)	(46,290)	(740,217)	(2,582,334)
(7,364)	-	(8,273)	(7,950)	(7,950)	(7,583)	(6,587)	(8,054)	(9,856)	(5,590)	(115,484)	(1,189,364)
-	-	-	-	-	-	-	-	(64,389)	-	(64,389)	(64,389)
(10,193)	(68,804)	(704)	69,343	(4,278)	16,722	(3,767)	(31,872)	(34,110)	17,583	\$ (143,797)	\$ 1,122,875
-	-	-	-	-	-	-	-	-	-	\$ -	\$ 1,034,344
-	-	-	-	-	-	-	-	-	-	-	896,817
34,269	54,441	34,445	52,595	58,868	51,758	76,641	73,039	58,344	49,542	838,333	838,333
(12,602)	(3,313)	(13,557)	(78,203)	(38,521)	(35,748)	(41,824)	(39,511)	(29,404)	(42,661)	(496,230)	(937,391)
21,667	51,128	20,888	(25,608)	20,347	16,010	34,817	33,528	28,940	6,881	\$ 342,103	\$ 1,832,103
5	63	141	-	-	-	448	32	1	272	\$ 1,120	\$ 4,841
-	-	-	-	-	-	-	-	-	-	-	3,493,493
-	-	-	-	-	-	-	-	-	-	-	(2,746,199)
5	63	141	-	-	-	448	32	1	272	\$ 1,120	\$ 752,135
11,479	(17,613)	20,325	43,735	16,069	32,732	31,498	1,688	(5,169)	24,736	# 199,426	3,707,113
177,557	97,875	109,849	144,683	96,138	67,110	120,654	106,994	135,922	120,553	1,922,256	2,491,667
189,036	80,262	130,174	188,418	112,207	99,842	152,152	108,682	130,753	145,289	\$ 2,121,682	\$ 6,198,780
(89,807)	(85,979)	(70,304)	(41,551)	(55,701)	(17,189)	(87,615)	(88,010)	(95,086)	(50,670)	\$ (1,182,009)	\$ (378,780)
-	-	-	-	-	-	-	-	-	-	\$ -	\$ 48,012
(171)	-	-	3,780	-	-	(3,144)	-	(3,413)	(4,166)	(30,417)	153,684
-	(2,100)	-	-	-	-	-	-	-	-	(2,100)	2,026
-	-	-	-	-	-	-	-	-	-	-	(38,666)
-	-	-	-	-	-	-	-	-	-	-	(16,827)
(634)	-	-	-	-	-	(11,815)	2,669	-	-	(9,780)	(16,314)
6,262	-	-	(1,322)	85	(272)	-	73	-	-	37,865	238,930
74,157	19,275	69,600	108,436	51,338	34,183	98,807	53,396	64,389	72,419	1,042,644	1,042,644
-	-	-	-	-	-	-	-	-	-	-	(8,226)
-	-	-	-	-	-	-	-	-	-	-	35,947
-	-	-	-	-	-	-	-	-	-	-	71,033
-	-	-	-	-	-	-	-	-	-	-	(10,588)
79,614	17,175	69,600	110,894	51,423	33,911	83,848	56,138	60,976	68,253	\$ 1,038,212	\$ 1,501,655
(10,193)	(68,804)	(704)	69,343	(4,278)	16,722	(3,767)	(31,872)	(34,110)	17,583	\$ (143,797)	\$ 1,122,875

SCHEDULE 4

**MINNESOTA STATE HIGH SCHOOL LEAGUE
BROOKLYN CENTER, MINNESOTA**

**SCHEDULE OF TOURNAMENT REVENUES AND DIRECT EXPENSES
FOR THE YEAR END OF JULY 31, 2021**

	MSHSL OFFICE			ADMINISTRATIVE REGIONS			COMBINED TOTAL		
	Revenues	Direct Expenses	Excess (Deficiency) of Revenues Over Direct Expenses	Revenues	Direct Expenses	Excess (Deficiency) of Revenues Over Direct Expenses	Revenues	Direct Expenses	Excess (Deficiency) of Revenues Over Direct Expenses
Tournament									
Baseball	\$ 115,641	\$ 57,928	\$ 57,713	\$ 440,889	\$ 261,528	\$ 179,361	\$ 556,530	\$ 319,456	\$ 237,074
Boys' basketball	118,439	130,227	(11,788)	439,297	158,845	280,452	557,736	289,072	268,664
Girls' basketball	112,735	129,298	(16,563)	346,172	149,161	197,011	458,907	278,459	180,448
Cross country running	-	100	(100)	38,360	76,443	(38,083)	38,360	76,543	(38,183)
Football	-	3,677	(3,677)	237,140	157,710	79,430	237,140	161,387	75,753
Golf	-	42,886	(42,886)	44,097	111,215	(67,118)	44,097	154,101	(110,004)
Girls' gymnastics	10,364	19,939	(9,575)	36,419	59,485	(23,066)	46,783	79,424	(32,641)
Boys' hockey	126,835	170,552	(43,717)	207,636	59,322	148,314	334,471	229,874	104,597
Nordic ski racing	-	14,406	(14,406)	24,240	29,360	(5,120)	24,240	43,766	(19,526)
Alpine skiing	-	12,388	(12,388)	20,560	29,632	(9,072)	20,560	42,020	(21,460)
Soccer	-	3,030	(3,030)	259,821	181,742	78,079	259,821	184,772	75,049
Girls' softball	82,004	30,356	51,648	267,949	216,240	51,709	349,953	246,596	103,357
Boys' swimming	-	21,511	(21,511)	25,030	56,393	(31,363)	25,030	77,904	(52,874)
Girls' swimming	-	625	(625)	7,835	46,308	(38,473)	7,835	46,933	(39,098)
Boys' tennis	-	19,288	(19,288)	2,800	13,374	(10,574)	2,800	32,662	(29,862)
Girls' tennis	-	-	-	8,699	10,412	(1,713)	8,699	10,412	(1,713)
Track and field	123,668	68,755	54,913	255,506	187,990	67,516	379,174	256,745	122,429
Girls' volleyball	-	3,218	(3,218)	1,540	8,176	(6,636)	1,540	11,394	(9,854)
Wrestling	65,049	91,421	(26,372)	110,928	123,203	(12,275)	175,977	214,624	(38,647)
Synchronized swimming	-	515	(515)	-	-	-	-	515	(515)
Adapted soccer	-	-	-	-	-	-	-	-	-
Adapted floor hockey	-	-	-	-	-	-	-	-	-
Adapted softball	-	625	(625)	-	-	-	-	625	(625)
Adapted bowling	-	366	(366)	-	-	-	-	366	(366)
Debate	-	15,957	(15,957)	8,605	17,509	(8,904)	8,605	33,466	(24,861)
Speech	-	16,917	(16,917)	60,370	132,294	(71,924)	60,370	149,211	(88,841)
One-act play	-	2,112	(2,112)	26,085	39,478	(13,393)	26,085	41,590	(15,505)
Girls' hockey	87,169	172,385	(85,216)	126,333	45,781	80,552	213,502	218,166	(4,664)
Music	-	-	-	13,917	37,601	(23,684)	13,917	37,601	(23,684)
Cheerleading	-	460	(460)	-	-	-	-	460	(460)
Girls' dance team	41,982	27,461	14,521	63,634	54,216	9,418	105,616	81,677	23,939
Lacrosse	55,015	20,452	34,563	198,307	65,312	132,995	-	85,764	(85,764)
Visual arts	-	-	-	4,008	8,574	(4,566)	4,008	8,574	(4,566)
Robotics	-	2,782	(2,782)	-	-	-	-	2,782	(2,782)
Clay Target	9,913	16,495	(6,582)	-	-	-	9,913	16,495	(6,582)
Advertising	1,474,647	1,474,647	-	-	-	-	1,474,647	1,474,647	-
Total	\$ 2,423,461	\$ 2,570,779	\$ (147,318)	\$ 3,276,177	\$ 2,337,304	\$ 938,873	\$ 5,699,638	\$ 4,908,083	\$ 791,555